



Tax Collections For July 2006 (For Business Activity in June 2006)

Report Date: August 2006

The attached report prepared by the Financial Services Tax Audit staff contains information regarding the “actual” revenue collections from the 1.0% privilege and use tax reflected in the General Fund, 0.2% dedicated Transportation Privilege Tax, and 0.2% dedicated Preserve Privilege and Use Taxes, 0.15% additional dedicated Preserve Privilege and Use Taxes, 0.1% dedicated Public Safety Privilege and use taxes, including adjustments for related license revenues, late collections and audits. While the attached report includes the actual year-to-date tax collections for the funds previously noted, only the General Fund portion (1.0%) of the tax is unrestricted and available for general government purposes.

The report shows a monthly and fiscal year privilege and use tax collection increase of 5% for July 2006 compared to July 2005.

The major department store classification shows the greatest increase with 30%. This was partially due to changing from the Standard Industrial Classification (SIC) system to the North American Industry Classification System (NAICS). Food stores followed with an increase of 20%. This was partially due to late payments that were due in July 2005, but not received until August 2005. The classification with the largest decrease was other taxable activity at 16%.

The report also reflects a 12-month rolling year increase in privilege and use tax collections of 12% compared to the same period a year. The classifications showing the largest increases were major department stores at 27%; followed by construction at 18%.

Note: The information presented in this monthly report is historical only and does not include a *forecast* of privilege and use tax revenues. Forecasts of tax revenues serve as a budget and financial planning tool and can be found in the *Monthly Financial Update*, prepared by the Financial Services Department Budget staff. Copies of the *Monthly Financial Update* are provide to City Council and are available on the City’s website under “Economic Trends” at: <http://www.scottsdaleaz.gov/economics/reports.asp>

CITY OF SCOTTSDALE COMPARATIVE TAX COLLECTIONS Summary by Period and Tax Type vs Prior Year				
TAX COLLECTIONS FOR JULY 2006 (For Business Activity In June 2006)				
Privilege & Use Tax Collections by Fund	Total Tax Collected	Percentage Change	Top Category	% Increase / Decrease
<i>July / Fiscal Year Collections</i>				
General Fund	8,263,429	4%		
Transportation Tax	1,591,063	3%		
7/1995 McDowell Preserve Tax	1,634,260	4%		
Public Safety Tax	812,032	9%		
7/2004 McDowell Preserve Tax	1,218,049	9%		
Total Privilege & Use Tax Collections	13,518,833	5%	Major Dept. Store	30%
<i>Twelve Month Rolling</i>				
General Fund	104,928,658	11%		
Transportation Tax	20,020,548	11%		
7/1995 McDowell Preserve Tax	20,515,360	11%		
Public Safety Tax	9,978,211	18%		
7/2004 McDowell Preserve Tax	14,967,327	18%		
Total Privilege & Use Tax Collections	170,410,104	12%	Major Dept. Store	27%
Bed Tax Collections	Total Tax Collected	Percentage Change		
July / Fiscal Year Collections	472,291	18%		
Twelve Month Rolling	8,970,362	13%		

The figures above represent all privilege, use and bed tax collections for the month.

CITY OF SCOTTSDALE COMPARATIVE TAX COLLECTIONS MONTHLY ANALYSIS				
<i>Business Classification</i>	<i>JULY 2006</i>	<i>JULY 2005</i>	<i>Change</i>	<i>% Change</i>
Automotive	2,276,445	2,284,192	(7,747)	0%
Construction	2,716,744	2,810,542	(93,798)	-3%
Food Stores	726,003	604,392	121,611	20%
Hotels and Motels	511,719	433,610	78,109	18%
Major Department Stores	1,296,344	996,373	299,971	30%
Miscellaneous Retail Stores	2,063,037	1,920,254	142,783	7%
Other Taxable Activity	740,543	885,747	(145,204)	-16%
Rentals	1,540,741	1,459,631	81,110	6%
Restaurants	944,576	825,295	119,281	14%
Utilities	610,280	612,633	(2,353)	0%
License Fees, Penalties, Interest and Refunds	92,401	91,818	583	1%
TOTAL 2006	13,518,833			
TOTAL 2005	12,924,487	12,924,487		
TOTAL 2004		10,798,640		
Dollar Increase Compared With Prior Year	594,346	2,125,847		
Percentage Increase Compared With Prior Year	5%	20%		
Transient Occupancy (Bed) Tax	472,291	399,428	72,863	18%
<i>Transportation Tax (Included in first 10 categories)</i>	1,591,063	1,538,958	52,105	3%
<i>7/1995 McDowell Preserve Tax (Included in first 10 categories)</i>	1,634,260	1,573,745	60,515	4%
<i>Public Safety Tax (Included in first 10 categories)</i>	812,032	742,619	69,413	9%
<i>7/2004 McDowell Preserve Tax (Included in first 10 categories)</i>	1,218,049	1,113,928	104,121	9%

The figures above represent all privilege, use and bed tax collections for the month.

CITY OF SCOTTSDALE COMPARATIVE TAX COLLECTIONS TWELVE MONTH ROLLING ANALYSIS				
FOR TWELVE MONTHS ENDING				
<i>Business Classification</i>	<i>JULY 2006</i>	<i>JULY 2005</i>	<i>Change</i>	<i>% Change</i>
Automotive	27,250,276	25,095,778	2,154,498	9%
Construction	34,089,854	28,769,878	5,319,976	18%
Food Stores	10,258,468	9,601,399	657,069	7%
Hotels and Motels	8,374,015	7,296,774	1,077,241	15%
Major Department Stores	15,611,337	12,245,944	3,365,393	27%
Miscellaneous Retail Stores	25,024,266	23,226,702	1,797,564	8%
Other Taxable Activity	9,733,452	9,429,611	303,841	3%
Rentals	19,156,568	17,319,801	1,836,767	11%
Restaurants	12,007,484	10,894,878	1,112,606	10%
Utilities	6,508,033	6,398,551	109,482	2%
License Fees, Penalties, Interest and Refunds	2,396,351	1,943,499	452,852	23%
TOTAL 2005/2006	170,410,104			
TOTAL 2004/2005	152,222,815	152,222,815		
TOTAL 2003/2004		120,214,098		
Dollar Increase Compared With Prior Year	18,187,289	32,008,717		
Percentage Increase Compared With Prior Year	12%	27%		
Transient Occupancy Tax	8,970,362	7,939,123	1,031,239	13%
<i>Transportation Tax (Included in first 10 categories)</i>	20,020,548	18,115,193	1,905,355	11%
<i>7/1995 McDowell Preserve Tax (Included in first 10 categories)</i>	20,515,360	18,564,483	1,950,877	11%
<i>Public Safety Tax (Included in first 10 categories)</i>	9,978,211	8,490,195	1,488,016	18%
<i>7/2004 McDowell Preserve Tax (Included in first 10 categories)</i>	14,967,327	12,735,292	2,232,035	18%

The figures above represent all privilege, use and bed tax collections for the month.